GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2187
ANSWERED ON:04.08.2000
LOAN RULES FOR PEOPLE
ALE NARENDRA;ARUN KUMAR;DUKHA BHAGAT;RAGHUNATH JHA;SUSHIL KUMAR INDORA

Will the Minister of FINANCE be pleased to state:

(a) the State-wise credit-deposit ratio of each public sector Bank during the last three years;

(b) the per capita amount as loan given by public sector banks in each State during the above period;

(c) whether some States, particularly Bihar and Andhra Pradesh have been providedless amount of especially agricultural loan by the banks as compared to other States;

(d) if so, the reasons for such disparity; and

(e) the steps taken by the Government to maintain the credit deposit ratio of 60 per cent in the States as per rules?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL):

(a) State-wise Credit Deposit (CD) ratio of Public Secotor Banks for the last three yearsis given in the enclosed statement-I. Bank-wise CD ratio of Public Sector banks for thelast three years is given in the enclosed statement-II. Furnishing information as askedfor in the Question would require collection and compilation of voluminous data and the efforst involved therein would not be commensurate with the result to be achieved.

(b) State-wise per capita credit of public sector banks for the last three years is given in the enclosed statement-III.

(c) to (e) The CD ratio of Bihar and Andhra Pradesh is given in reply to Part (a) ofthe Question. The CD ratio of banks vary from State to State because the credit flow in a State/Region depends upon various factors like availability of adequate infrastructuratfacilities, credit absorption capacity of the region, development of medium and large industries, properly developed marketing facilities, conducive atmosphere for investment, entrepreneurial initiatives, law and order situation in the region, satisfactory recovery position of the bank dues etc. Banks have been taking steps for improving the flow of credit in the States where CD ratio is low and the position in this regard is monitored in the State Level Banker`s Committee (SLBC) meetings of the respective States from time to time.